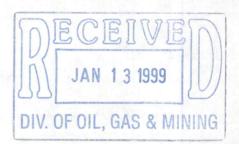


H.C. 64 • Box 153 • 2555 No. Highway 89A • Fredonia, AZ 86022 • 520 643 7321 (phone) • 520 643 7328 (fax)

January 11, 1999



Mr. Sal Venticinque Geologist Grand Resource Area Bureau of Land Management 82 East Dogwood, Suite G Moab, Utah 84532

Re: IUSA Mine Site Inspections October 29, 1998, San Juan County, Utah

Dear Mr. Venticinque:

During the October 29, 1998 Bureau of Land Management and Utah Department of Natural Resources, Division of Oil, Gas and Mining review of International Uranium (USA) Corporation (IUSA) mine sites located in San Juan County, Utah, three "cleanup" items were noted and have since been addressed. Specifically, the following conditions have been cleaned up and/or repaired:

Hecla Shaft – The accumulation of empty oil drums stored next to the hoist building have been removed.

LaSal Mine – The accumulation of empty oil drums stored in the equipment yard have been removed. Also, the used equipment tires stored next to the shop building have been removed.

Snowball Mine – The empty oil drums stored around the shop building have been removed. The openings to the mine adit (previously damaged by vandals) have again been secured.

Should additional information concerning this matter be required, please contact me at telephone number (520) 643-7321.

Very truly yours,

Roger B. Smith

General Manager of Mining Operations

Roger B. Sm

RBS/ksc

Mr. Sal Venticinque Page 2 January 11, 1999

Cc: Harold R. Roberts
International Uranium (USA) Corporation
Independence Plaza, Suite 950
1050 Seventeenth Street
Denver, Colorado 80265

Anthony A. Gallegos

Reclamation Engineer

State of Utah

Department of Natural Resources

Division of Oil, Gas and Mining

1594 West North Temple, Suite 1210

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